

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2284

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Increases fees Public Employees Retirement Board may charge in connection with payment of public employee retirement benefits to alternate payee.

Government Unit(s) Affected:

Public Employees Retirement System

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

Summary of Revenue Impact:

See analysis.

Analysis: The measure increases the upper limit for the amount the agency can charge for the creation of an alternate payee account (e.g., divorce decree). This bill would increase the limit from \$300 to \$1,300 and tie any future fee limit adjustments (to occur yearly) to changes in the Consumer Price Index for All Urban Consumers, West Region (All Items), as published by the Bureau of Labor Statistics of the United States Department of Labor.

This fee is prorated between the member and the alternate payee. The fee will be deducted from initial retirement benefit payments.

Fee revenue under the measure will increase from \$240,000 per biennium to over \$1 million or \$800,000 (or 333%), based on 800 divorces with annual increases thereafter.

This measure warrants a subsequent referral to the Joint Committee on Ways and Means for consideration of its budgetary impact on PERS' administrative budget